Fraud cases in banks

*9. DR. DASARI NARAYANA RAO : Will the Minister of FINANCE be pleased to state:

(a) whether quite a good number of fraud cases have come to light in banking sector in which banks were defrauded substantial amount of money;

(b) if so, the details of frauds detected in each bank during the last three years, year-wise and bank-wise;

(c) in how many cases, insiders were involved, bank-wise; and

(d) the action taken by each bank, year-wise?

THE MINISTER OF FINANCE (SHRI JASWANT SINGH): (a) and (b) A Statement showing number of frauds and amount involved therein as reported by Public Sector Banks to Reserve Bank of India during the years 2000, 2001 and 2002 is given as Statement-I (See below).

(c) and (d) A statement showing bank-wise action taken against the delinquent employees of Public Sector Banks for their involvement in frauds during the years 2000, 2001 and 2002 is given as Statement-I I.

Statement-I

Number of frauds and amount involved there in as reported by Public Sector Banks to Reserve Bank of India during the years 2000,2001 and 2002.

(Rs. in crore)

Name of the Bank	2000		2001		2002	
	No. of Frauds	Amount Involved	No. of Frauds	Amount Involved	No. of Frauds	Amount Involved
1	2	3	4	5	6	7
State Bank of India	546	269.15	380	76.10	416	25.49
(Overseas Branch)	05	0.25	04	6.80	04	0.07
State Bank of Bik. & Jaipur	12	5 82	07	3.58	20	1.56
State Bank of Hyderabad	32	15.13	28	9.24	39	5.04
State Bank of Indore	15	0.92	10	0.19	18	4.38
State Bank of Mysore	34	0.71	15	0.10	09	0.22

1	2	3	4	5	6	7
State Bank of Patiala	20	0.74	15	1.74	11	0.59
State Bank of Saurashtra	10	6.88	09	14.94	09	0.70
State Bank of Travancore	23	0.37	10	1.43	08	0.09
Allahabad Bank	55	3.30	41	4.13	49	3.73
Andhra Bank	102	14.36	36	7.20	49	13.09
Bank of Baroda	83	2.35	59	4.33	85	10.66
(Overseas Branch)	00	0.00	01	10.08	01	0.11
Bank of India	151	33.13	92	155.20	77	9.55
(Overseas Branch)	03	1.34	01	0.24	02	0.01
Bank of Maharashtra	03	6.57	20	27.95	06	6.88
Canara Bank	203	53.85	144	10.72	192	56.54
(Overseas Branch)	00	0.00	01	0.29	00	0.00
Central Bank of India	44	3.94	65	9.71	45	7.61
Corporation Bank	37	17.50	36	3.65	44	11.23
Dena Bank	13	2.30	15	35.25	26	5.58
Indian Bank	55	3.88	42	7.19	75	16.10
Indian Overseas Bank	41	17.88	33	3.79	48	11.90
Oriental Bank of Commerce	22	18.66	11	37.56	28	46.65
Punjab National Bank	49	22.52	36	12.15	65	31.30
Punjab &Sind Bank	14	13.23	'10	2.24	22	59.21
Syndicate Bank	107	8.66	89	2.62	118	8.22
Union Bank of India	43	5.60	43	12.31	64	45.80
United Bank of India	51	1.43	48	0.63	45	0.41
UCO Bank	45	2.88	30	7.00	42	11.63
Vijaya Bank	40	5.21	22	2.01	26	0.82
TOTAL	1858	538.56	1353	470.37	1643	394.97

(Data provisional)

Statement-II

Bank-wise action taken against the delinquent employees of public sector banks for their involvement in frauds during the years 2000, 2001and2002.

Name of the Bank	Convicted			Awarded major/ minor penalties			Out of (3) dismissed dis-charged/removed		
(1)	(2)			(3)			(4)		
	2000	2001	2002	2000	2001	2002	2000	2001	2002
State Bank of India	41	17	81	353	314	451	75	55	72
State Bank of Bik. & Jaipur	10	22	02	11	13	43	01	02	13
State Bank of Hyderabad	00	00	00	13	08	26	03	01	03
State Bank of Indore	00	00	24	36	07	36	12	04	03
State Bank of Mysore	00	00	01	33	63	21	05	07	07
State Bank of Patiala	00	01	00	11	17	13	03	08	06
State Bank of Saurashtra	00	00	00	02	10	07	00	03	01
State Bank of Travancore	00	00	00	22	09	04	19	06	03
Allahabad Bank	00	00	00	29	33	26	03	03	09
Andhra Bank	00	06	01	36	132	108	15	30	28
Bank of Baroda	01	01	00	88	68	31	15	12	13
Bank of India	00	00	00	177	167	93	43	46	31
Bank of Maharashtra	00	00	00	31	50	22	07	10	08
Canara Bank	03	03	01	60	75	49	51	27	31
Central Bank of India	00	01	00	32	53	64	15	25	19
Corporation Bank	00	00	00	06	10	27	01	06	16
Dena Bank	00	00	00	35	59	07	11	09	07
Indian Bank	00	00	00	161	111	58	20	17	35

(1)	(2)			(3)			(4)		
Indian Overseas Bank	00	00	00	23	26	61	06	01	11
Oriental Bank of Commerce	00	00	00	10	22	15	06	05	07
Punjab National Bank	00	01	04	222	120	82	34	24	36
Punjab & Sind Bank	00	02	.01	41	30	22	17	09	06
Syndicate Bank	00	01	04	40	50	37	23	29	21
Union Bank of India	00	00	00	33	27	22	13	09	07
United Bank of India	01	00	00	35	79	75	12	.8	15
UCO Bank	01	00	00	66	99	52	14	09	05
Vijaya Bank	00	00	00	18	34	39	05	05	11
TOTAL	57	55	119	1624	1686	1491	429	380	424

(Data provisional)

Interest rate on deposits

†*10. SHRI RAJIV RANJAN SINGH 'LALAN':

SHRI LAJPAT RAI:

Will the Minister of FINANCE be pleased to state:

(a) whether it is a fact that rate of interest on deposits was reduced from time to time by Public Sector Banks during the period from March, 2000 to October, 2003;

(b) if so, the extent of reduction in the rate of interest made by each of the Public Sector Banks alongwith the dates on which such reduction was made; and

(c) the rates of interest that were in force for the various term deposits schemes in these Banks at the end of April, 2000 and October, 2003?

THE MINISTER OF FINANCE (SHRI JASWANT SINGH): (a) Deposit rates of Commercial Banks have come down in recent years in line with the decline in inflation.rate and due to softening of interest rates in economy.

(b) Since the Banks are free to determine their term deposits rates, different Banks had effected reduction in deposit rates at various points

† Original notice of the question was received in Hindi.